Jeffrey A. Masoner Vice President Interconnection Services Policy & Planning Wholesale Marketing



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May 22, 2002

Mr. William H. Brown Sr. Interconnection Manager Champaign Celltelco d/b/a Cingular Wireless 5565 Glenridge Connector Suite 1616 Atlanta, GA 30346

Re: Requested Adoption Under Section 252(i) of the TA96

Dear Mr. Brown:

Verizon North Inc., f/k/a GTE North Incorporated, Verizon South Inc., f/k/a GTE South Incorporated ("Verizon"), has received your letter stating that, under Section 252(i) of the Telecommunications Act of 1996 (the "Act"), Champaign Celltelco d/b/a Cingular Wireless ("Cingular") wishes to adopt the terms of the Interconnection Agreement between Nextel West Corp. ("Nextel") and Verizon that was approved by the Illinois Commerce Commission (the "Commission") as an effective agreement in the State of Illinois, as such agreement exists on the date hereof after giving effect to operation of law (the "Terms"). I understand Cingular has a copy of the Terms. Please note the following with respect to Cingular's adoption of the Terms.

- 1. By Cingular's countersignature on this letter, Cingular hereby represents and agrees to the following three points:
  - (A) Cingular adopts (and agrees to be bound by) the Terms of the Nextel/Verizon agreement for interconnection as it is in effect on the date hereof after giving effect to operation of law, and in applying the Terms, agrees that Cingular shall be substituted in place of Nextel West Corp. and Nextel in the Terms wherever appropriate.

(B) Notice to Cingular and Verizon as may be required under the Terms shall be provided as follows:

To: Champaign Celltelco

Attention: Senior Interconnection Manager 5565 Glenridge Connector, Suite 1600

Atlanta, GA 30346

Telephone number: 404-236-6490 FAX number: 404-236-6481

## with a copy to:

Champaign Celltelco d/b/a Cingular Wireless

Attention: Mr. Carl Nickens, Sr. Counsel 5565 Glenridge Connector Suite 1700

Atlanta, GA 30346

Telephone number: 404-236-5544 FAX number: 404-236-5574

## To Verizon:

Director-Contract Performance & Administration Verizon Wholesale Markets 600 Hidden Ridge HQEWMNOTICES Irving, TX 75038

Telephone Number: 972-718-5988 Facsimile Number: 972-719-1519

Internet Address: wmnotices@verizon.com

## with a copy to:

Vice President and Associate General Counsel Verizon Wholesale Markets 1515 N. Court House Road Suite 500 Arlington, VA 22201

Facsimile: 703-351-3664

- (C) Cingular represents and warrants that it is a FCC-licensed provider of twoway wireless service in the State of Illinois, and that its adoption of the Terms will cover services in the State of Illinois only.
- 2. Cingular's adoption of the Nextel Terms shall become effective on May 28, 2002. Verizon shall file this adoption letter with the Commission promptly upon receipt of an original of this letter countersigned by an authorized officer of Cingular. The term and termination provisions of the Nextel/Verizon agreement shall

- govern Cingular's adoption of the Terms. The adoption of the Terms is currently scheduled to expire on September 4, 2002.
- 3. As the Terms are being adopted by you pursuant to your statutory rights under section 252(i), Verizon does not provide the Terms to you as either a voluntary or negotiated agreement. The filing and performance by Verizon of the Terms does not in any way constitute a waiver by Verizon of any position as to the Terms or a portion thereof, nor does it constitute a waiver by Verizon of all rights and remedies it may have to seek review of the Terms, or to seek review in any way of any provisions included in these Terms as a result of Cingular's 252(i) election.
- 4. On January 25, 1999, the Supreme Court of the United States ("Court") issued its decision on the appeals of the Eighth Circuit's decision in *Iowa Utilities Board*. Specifically, the Supreme Court modified several of the FCC's and the Eighth Circuit's rulings regarding unbundled network elements and pricing requirements under the Act. *AT&T Corp. v. Iowa Utilities Board*, 119 S. Ct. 721 (1999). Certain provisions of the Terms may be void or unenforceable as a result of the Court's decision of January 25, 1999, the United States Eighth Circuit Court of Appeals' decision in Docket No. 96-3321 regarding the FCC's pricing rules, and the current appeal before the U.S. Supreme Court regarding the FCC's new UNE rules. Moreover, nothing herein shall be construed as or is intended to be a concession or admission by Verizon that any provision in the Terms complies with the rights and duties imposed by the Act, the decisions of the FCC and the Commissions, the decisions of the courts, or other law, and Verizon expressly reserves its full right to assert and pursue claims arising from or related to the Terms.
- 5. Verizon reserves the right to deny Cingular's adoption and/or application of the Terms, in whole or in part, at any time:
  - (a) when the costs of providing the Terms to Cingular are greater than the costs of providing them to Nextel;
  - (b) if the provision of the Terms to Cingular is not technically feasible; and/or
  - (c) to the extent that Verizon otherwise is not required to make the Terms available to Cingular under applicable law.
- 6. For avoidance of doubt, please note that adoption of the Terms will not result in reciprocal compensation payments for Internet traffic. Verizon has always taken the position that reciprocal compensation was not due to be paid for Internet traffic under section 251(b)(5) of the Act. Verizon's position that reciprocal compensation is not to be paid for Internet traffic was confirmed by the FCC in the Order on Remand and Report and Order adopted on April 18, 2001 ("FCC Internet Order"), which held that Internet traffic constitutes "information access" outside the scope of the reciprocal compensation obligations set forth in section

251(b)(5) of the Act. <sup>1</sup> Accordingly, any compensation to be paid for Internet traffic will be handled pursuant to the terms of the FCC Internet Order, not pursuant to adoption of the Terms. Moreover, in light of the FCC Internet Order, even if the Terms include provisions invoking an intercarrier compensation mechanism for Internet traffic, any reasonable amount of time permitted for adopting such provisions has expired under the FCC's rules implementing section 252(i) of the Act.<sup>3</sup> In fact, the FCC Internet Order made clear that carriers may not adopt provisions of an existing interconnection agreement to the extent that such provisions provide compensation for Internet traffic.4

- 7. Should Cingular attempt to apply the Terms in a manner that conflicts with paragraphs 3-6 above, Verizon reserves its rights to seek appropriate legal and/or equitable relief.
- 8. In the event that a voluntary or involuntary petition has been or is in the future filed against Cingular under bankruptcy or insolvency laws, or any law relating to the relief of debtors, readjustment of indebtedness, debtor reorganization or composition or extension of debt (any such proceeding, an "Insolvency Proceeding"), then: (i) all rights of Verizon under such laws, including, without limitation, all rights of Verizon under 11 U.S.C. § 366, shall be preserved, and Cingular's adoption of the Verizon Terms shall in no way impair such rights of Verizon; and (ii) all rights of Cingular resulting from Cingular's adoption of the Verizon terms shall be subject to and modified by any Stipulations and Orders entered in the Insolvency Proceeding, including, without limitation, any Stipulation or Order providing adequate assurance of payment to Verizon pursuant to 11 U.S.C. § 366.

<sup>&</sup>lt;sup>1</sup> Order on Remand and Report and Order, In the Matters of: Implementation of the Local Competition Provisions in the Telecommunications Act of 1996 and Intercarrier Compensation for ISP-Bound Traffic, CC Docket No. 99-68 (rel. April 27, 2001) ¶44.

<sup>&</sup>lt;sup>2</sup> For your convenience, an industry letter distributed by Verizon explaining its plans to implement the FCC Internet Order can be viewed at Verizon's Customer Support Website at URL www.verizon.com/wise (select Verizon East Customer Support, Resources, Industry Letters, CLEC). <sup>3</sup> *See, e.g.,* 47 C.F.R. Section 51.809(c).

<sup>4</sup> FCC Internet Order ¶ 82.

Please arrange for a duly authorized representative of Cingular to sign this letter in the space provided below and return it to the undersigned.
Sincerely,
VERIZON NORTH INC., VERIZON SOUTH INC.
T CC A NA
Jeffrey A. Masoner Vice President – Interconnection Services
Reviewed and countersigned as to points A, B, and C of paragraph 1. Cingular's execution below does not represent Cingular's affirmation of the positions taken by Verizon in paragraphs 2 through 8:
CHAMPAIGN CELLTELCO D/B/A CINGULAR WIRELESS
(MONUTE IN TO
(SIGNATURE)
(PRINT NAME)
c: Dina Dye – Verizon